

Lieutenant Governor



MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

September 11, 2008

Palladon Iron Corporation Iron Bull Mining and Milling C/O Donald G. Foot Jr. 554 South 300 East, Suite 250 Salt Lake City, Utah 84111

Subject: Approval of Amended Notice of Intention to Commence Large Mining Operations (NOI) and

Reclamation Surety, Palladon Iron Corporation, Comstock/Mountain Lion Mine, M/021/008,

Iron County, Utah

Dear Mr. Foot:

The Division has received the reclamation surety for the Comstock/ Mountain Lion Mine and two copies of the replacement pages to the NOI. The Division now permits you to begin mining operations as outlined in your amended large mining notice. The total permitted disturbed area is 465.05 acres. The surety will be reviewed periodically to assure that the bond remains adequate.

Enclosed are copies of the signed and executed Reclamation Contract and surety bond forms for your files. Also enclosed is a copy of the "approved" replacement pages for your Notice of Intention to Commence Large Mining Operations for your files. Please keep your plan current by submitting changes using Form MR-REV-att, which is located on the web at www.dogm.utah.gov.

All future correspondence should reference M0210008. Thank you for your help and patience in finalizing this permitting action. Please call me if you have any questions in this regard.

Sincerety

Dana Dean, P.E.

Associate Director of Mining

TM:pb Task # 2560

Enclosure Approved Replacement Pages

Approved Reclamation Contract and Bond

cc: (Operator) w/Encl

